



FEDERAL ELECTION COMMISSION

WASHINGTON, D.C. 20541

RQ-2

Sidney Jacob, Treasurer
Political Action Committee of the
American Hospital Association
840 North Lake Drive
Chicago, IL 60611

JUN 15 1994

Identification Number: C00106146

Reference: April Monthly Report (3/1/94-3/31/94)

Dear Mr. Jacob:

This letter is prompted by the Commission's preliminary review of the report(s) referenced above. The review raised questions concerning certain information contained in the report(s). An itemization follows:

-Please provide a Schedule A to support the entry reported on Line 16 of the Detailed Summary Page. All refunds received from federal candidates and committees must be itemized on Schedule A regardless of the amount of the refund. 2 U.S.C. §434(b)

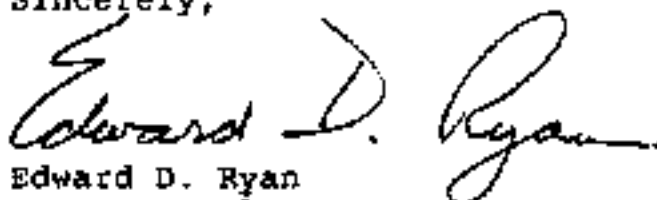
-Your report discloses what appears to be a contribution refund from a federal candidate, a contribution to a federal candidate returned uncashed (listed as a negative entry on Line 22 of the Detailed Summary Page), and two entries on Schedule B as refunds from federal candidates. While it appears these transactions are the same the reporting of them is incorrect and confusing. Please be advised, that contribution checks written to federal candidates/committees that were never cashed should be itemized on Schedule B for Line 23 as negative entries. Line 16 should only be used if the recipient committee cashed your check and wrote a refund on its account. Please amend your report to correct this discrepancy or provide clarification regarding these transactions.

-Line 23 of the Detailed Summary Page of your report discloses a total of \$57,491.35 in contributions to federal candidates/committees and other political committees. The sum of the entries itemized on Schedule B, however, indicates the total to be \$87,491.35. Please amend your report to clarify the discrepancy. In addition, please amend any subsequent report(s) which may be affected by this correction.

-Your calculations for Lines 22 through 31 appear to be incorrect. FEC calculations disclose these amounts to be \$116,491.35, respectively. Please provide the corrected totals on the Detailed Summary Page.

A written response or an amendment to your original report(s) correcting the above problem(s) should be filed with the Federal Election Commission within fifteen (15) days of the date of this letter. If you need assistance, please feel free to contact me on our toll-free number, (800) 424-9530. My local number is (202) 219-3580.

Sincerely,



Edward D. Ryan
Reports Analyst
Reports Analysis Division

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